TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE

FISCAL NOTE



HB 351 - SB 742

March 10, 2017

SUMMARY OF BILL: Requires the Davidson County Beer Board to issue a permit to serve beer on the premises to any establishment licensed to serve alcoholic beverages on premises upon submission of an application and corresponding fee.

ESTIMATED FISCAL IMPACT:

Increase Local Revenue – Exceeds \$350/Davidson County

Assumptions:

- The Alcoholic Beverage Commission (ABC) does not regulate local beer boards or beer sales, therefore; there is no impact on ABC.
- Authorizing an establishment, that is currently authorized to sell alcoholic beverages, to sell beer will not significantly impact state or local tax revenue related to sales of all beverages at that establishment.
- This legislation will require Davidson County to issue a beer permit to establishments that may currently be prohibited from holding a beer permit under local regulations.
- The application fee for a permit is \$250, and a \$100 annual fee is required.
- On average, one additional establishment will apply for a beer permit annually in Davidson County that would otherwise have not applied.
- There will be a recurring increase in local revenue to Davidson County exceeding \$350 (\$250 + \$100) for application and annual fees.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Krista M. Lee, Executive Director

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